

# PETRO-SUN INC. ANNUAL REPORT 1979







## CORPORATE PROFILE

- Petro-Sun Inc. is a diversified energy Company active in both the petroleum and solar energy fields.
- The Company's Petroleum Division, headquartered in Toronto, is engaged in the acquisition and drilling of petroleum lands in North America.
- The Company's Solar Division is engaged in the commercial development, engineering and marketing of fully-integrated solar systems for residential, commercial and industrial sectors in both domestic and foreign markets.
- Thermo Solar, operates as a division, and has manufacturing and testing facilities for high temperature solar collectors in Montreal, an engineering and distribution office in Toronto, and 118 dealer/representatives throughout Canada, the United States, Europe, the Middle and Far East.
- Solarplast Ltd., a recently acquired 50%-owned affiliate, has manufacturing facilities for low temperature solar collectors in London, Ontario and is represented by the Thermo Solar Division dealer/representative network.

Toronto, Ontario

May 15, 1980

# CHAIRMAN'S REPORT TO SHAREHOLDERS

Petro-Sun Inc. was established October 2, 1979, the result of a merger between Quebec Manitou Mines Limited and Thermo Solar Inc., an affiliate of Magnetics International Ltd. The successful marriage of these two separate ventures, we are pleased to report, firmly establishes the Company as a diversified energy corporation devoted to the development of both the petroleum and solar energy fields. We are confident that this diversification, in terms of corporate reorganization and future planning, provides the Company with greater opportunity for future expansion and prosperity.

While the Management and Board of Directors are fully aware that the demand for petroleum products in North America and attendant price increases herald the much publicized growth aspects of the oil and gas industry, the Corporation also recognizes the need for renewable energy sources. It is our belief that the accelerated importance of solar energy development, as indicated by Federal, Provincial and State legislation in both Canada and the United States, will also exert profound influence on the success of your Company.

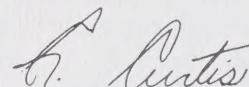
By combining these two areas of energy potential, we believe Petro-Sun Inc. can become a substantial presence in the Canadian energy industry.

This being the first Annual Report of the Company, the reporting period is very short (October 2, 1979 to December 31, 1979) and, as such, is not a representative period for the analysis of financial results especially since the period involved includes reorganization expenses and is a low point for sales in the solar industry.

We are, however, pleased to report that, at the time of writing, we are finalizing the sale of 500,000 treasury shares which should net the Company approximately \$1.5 million. This proposed underwriting, we are satisfied, will provide the necessary finances to meet all budgeted capital expenditures in both the Petroleum and Thermo Solar Divisions.

We take this opportunity to express our appreciation to the Board of Directors, our Partners in the oil and gas and solar industries and employees of Petro-Sun for their dedication and loyalty and to our Shareholders for their confidence and support.

On behalf of the Board



G.M. Curtis  
*Chairman of the Board  
and  
Chief Executive Officer*



# PETROLEUM DIVISION

The Petroleum Division of Petro-Sun Inc. is dedicated to the acquisition of oil and gas lands in North America with a view to achieving production and cash flow by means of either direct purchase of existing proven reserves or development and wildcat drilling ventures.

Company acquisitions, to date, include varying interests in several oil and gas properties in Canada and in the United States; namely, four projects in Alberta and one in Taylor County, Texas. A more detailed summation of the Company's properties, their location, working interest and status is contained in the accompanying Table.

## Review of Operations

During calendar year 1979, prior to the creation of Petro-Sun Inc., the predecessor company participated in two discoveries: one at Sylvan Lake; the other at Shephard, both in Alberta. It is expected that the Sylvan Lake gas discovery will be placed into production in the immediate future whereas the Shephard well will require further development drilling and feasibility study.

Since the formation of Petro-Sun Inc., in October 1979, the Company has participated in the drilling of three wells: one each at Crimson Lake and Cherhill, Alberta and one at Shep Field, Texas. Of these, the Crimson Lake and Shep Field wells are considered capable of producing oil or gas; the third, at Cherhill, resulted in a dry hole and has subsequently been abandoned.

## Outlook

As general corporate policy, Petro-Sun Inc. intends to maintain a conservative approach to oil and gas exploration confining itself to smaller interests, generally land purchases and drilling ventures, in low-risk geologically-defined areas.

In 1980, the Company expects to expend in excess of \$1 million for oil

and gas land acquisition and drilling production. It is expected that these activities will be concentrated, increasingly, in the United States where higher netbacks are available to the producer.

Current plans include the participation in the drilling of at least three additional development wells at Sylvan Lake to improve productivity and two wells at Crimson Lake, both in Alberta. More significantly, Petro-Sun Inc. expects to participate in the drilling of at least fourteen further wells at Shep Field, in Taylor County, Texas.

## Areas of Special Interest

### SYLVAN LAKE, ALBERTA

At Sylvan Lake, Alberta, the Company owns a 2% interest which reverts to 1% after payout in a discovery well on one section of land in Section 17, Township 37, Range 1, W5M.

This well was successfully completed and is expected to be onstream by early 1981. A recent evaluation assigns proven reserves of approximately 31.4 MMcf of natural gas to the Company's interest in Section 17

before royalties. In addition to the above, Petro-Sun Inc. retains a 4% interest in four sections of contiguous lands. The same evaluation as noted above has indicated potential reserves net to the Company's interest of 146 MMcf of natural gas in Section 16. It is the Company's intention to participate in the drilling of at least three additional wells on the surrounding acreage in 1980.

### CRIMSON LAKE, ALBERTA

At Crimson Lake, Alberta, Petro-Sun Inc. owns varying interests in three sections of land on which a 10,000 foot multi-zone test well was drilled. The well, located at Lsd 6, Section 25, Township 42, Range 9, W5M penetrated the Cardium formation at about 6,200 feet and continued to 10,000 feet to probe for potential hydrocarbon bearing zones; namely, the Shunda, Pekisko, Viking and Banff formations.

Completed in late 1979, the well found commercial quantities of oil in the Cardium formation that is estimated to be capable of producing 500 Mcf of gas and 40 barrels of oil per day. While the other formations were found, they did not contain sufficient oil or gas to warrant any further work.

During 1980, it is expected that Petro-Sun Inc. will participate in the drilling of two more wells to test the Cardium formation in the adjoining acreage.



Courtesy of National Film Board

Workmen setting drilling bit.



# SUMMARY OF OIL AND GAS INTERESTS

WELL	LOCATION AND ACREAGE	INTEREST	STATUS
<b>SYLVAN LAKE</b> Joffre et al Sylvan Lake	<b>ALBERTA</b> S/E Quarter Section 17, Township 37, Range 1, W5M	2% revert- ing to 1% after payout	Test well in Section 17 com- pleted as a gas well. Production expected early 1981.
	East Half, Sections 3 and 9, Township 37, Range 1, W5M Section 5, 16 and 20, Township 37, Range 1, W5M 2,720 Gross Acres	4.0%	Two additional wells planned for 1980.
<b>SHEPHARD</b> North Star— Joffre	<b>ALBERTA</b> Section 14, Township 23, Range 28, W4M. 640 Gross Acres	2.5%	Test well in Section 14 com- pleted as a gas well. Status under study for economic feasibility.
	Section 10 All 640 acres	5.0%	
	Section 12 West Half 320 acres	5.0%	
	Section 3 South Half 320 acres	5.0%	
	Section 26 West Half 320 acres	5.0%	
	Section 26 S/E Quarter 160 acres	5.0%	
<b>CRIMSON LAKE</b> Joffre-Czar Crimson Lake	<b>ALBERTA</b> Section 25, Township 42, Range 9, W5M 640 Gross Acres	2.5%	Oil and gas well capable of 40 bbls of oil and 500 Mcf gas per day. Shut-in awaiting comple- tion. Two additional wells planned during 1980.
	Section 19 640 Gross Acres	1.50%	
	Section 30 640 Gross Acres	1.25%	
<b>SHEP FIELD</b> Tony Reagan No. 1	<b>TEXAS</b> Taylor County	25.0%	Oil and gas well currently in production at 40 bbls of oil and 150 Mcf of gas per day. Second well recently spudded. At least 13 other locations of which 5 or 6 will be drilled in 1980.
	553 Gross Acres initially. Recently acquired contiguous 696 acres. 1,249 Gross Acres		
<b>CHERHILL</b> Joffre et al Cherhill	<b>ALBERTA</b> Section 11, Township 56, Range 5, W5M 640 Gross Acres	2.5%	Drilled and abandoned.



## SHEP FIELD, TEXAS

The Shep Field discovery is of particular significance in that as a result of increased availability of capital the Company was capable of acquiring a 25% interest (18.75% net revenue) in the initial 553 acres and participate in the drilling of a discovery well. More recently, the Company committed to participate in the purchase of an additional 696 acres contiguous to the discovery well acreage.

The first well, the Tony Reagan No. 1, was drilled to a total depth of 5,751 feet and intersected the Ellenburger limestone, the Caddo limestone and the Fry sandstone—all zones of oil and gas productivity in the area.

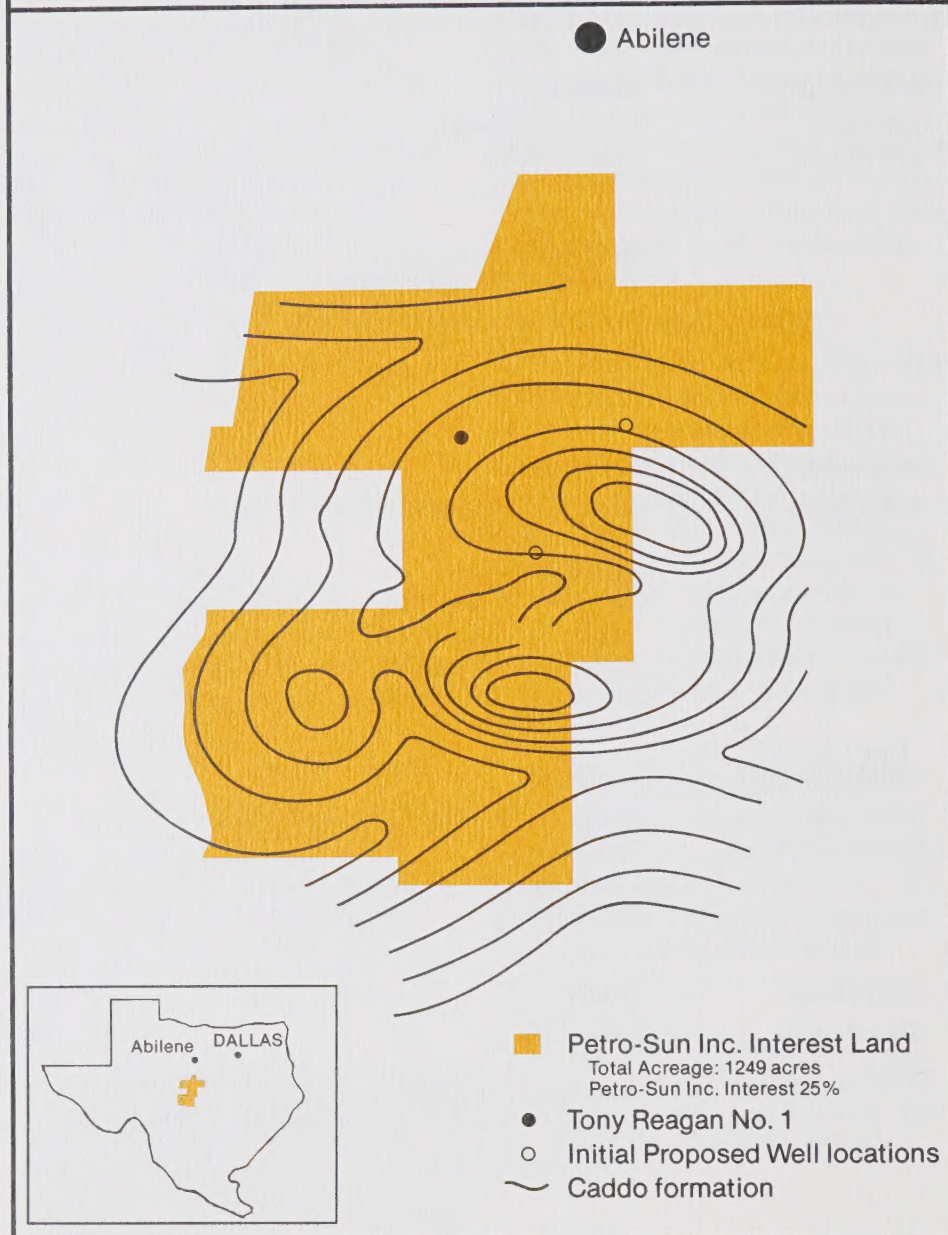
The lowest zone, the Ellenburger initially had hydrocarbons but showings turned to salt water and that zone was plugged. The geological interpretation is that the well intersected the Ellenburger formation close to the "water-line" and that by moving "up-dip" in the formation, Ellenburger production could be achieved. The middle zone, the Caddo, was tested and, after continuous testing procedures, production appears to have stabilized at 40 barrels of oil per day. In addition, when a pipeline connection is made, this well has a capability to produce 150,000 cubic feet of gas per day.

Equipment has been installed and this well, the Tony Reagan No. 1, is in production.

The second well in the Shep Field is currently underway and it is expected that with an 80 acre spacing there will be at least 15 locations available for drilling. The area is allowed 40 acre spacing and if drainage of the field cannot be achieved utilizing 80 acre spacing, it will be necessary to drill on a closer basis.

The significance of the Shep Field discovery to Petro-Sun cannot be underscored sufficiently. The current estimates are, on the basis of results from the Tony Reagan No. 1 and current hydrocarbon prices, the

## Shep Field, Taylor County, Texas



projected annual cash flow to Petro-Sun would be in the order of U.S. \$100,000 per annum per well drilled in the Shep Field (excluding any possible production from either the Ellenburger or the Fry formations).

Hubert J. Mockler  
Vice-President, Petroleum Division



# THERMO SOLAR DIVISION

*The combined total reserves for oil, coal and natural gas in Canada equal about 5,000 QUADS; by comparison, solar radiation reaching Canada annually exceeds 50 times this amount.*

The foregoing, on careful examination, represents a tremendous energy potential which is comparable to the early stages of the invention of electricity or the use of steam.

There is little doubt, in light of growing demand for energy alternatives, that solar energy will, in the foreseeable future, play a very significant role. Its importance is already gaining momentum. Recent studies in the United States indicate that solar energy could, by the turn of the century, contribute significantly towards that Nation's energy needs. Private and government spending in Canada and the United States, estimated at some \$100 million four years ago, is expected to exceed the \$2 billion mark by 1981.

The Thermo Solar Division of Petro-Sun Inc. is well established to participate in such development in that the tremendous potential of the solar energy industry was recognized some four years ago. The Company has, since its original incorporation as Thermo Solar Inc., July 28, 1976, established itself as one of Canada's leading organizations in terms of sales and installations in the Canadian solar energy industry.

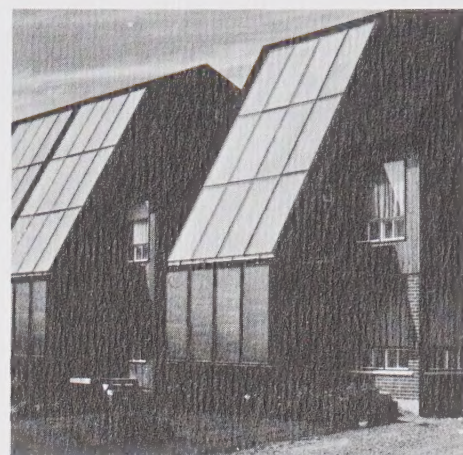
The Division today, is a fully-integrated solar energy organization engaged in the commercial development, engineering and marketing of solar energy systems for residential, commercial and industrial sectors not only in Canada but in foreign markets as well.

*Liquid-cooled, internally-manifolded Thermo Solar® collector installation for Etco Photo Limited plant providing energy required for process water heating.*

## Highlights

Since the Company's formation, considerable emphasis has been placed on the acquisition and expansion of Petro-Sun's solar product line. To this end, we are pleased to report that the Thermo Solar Division has taken major strides in strengthening its leadership position:

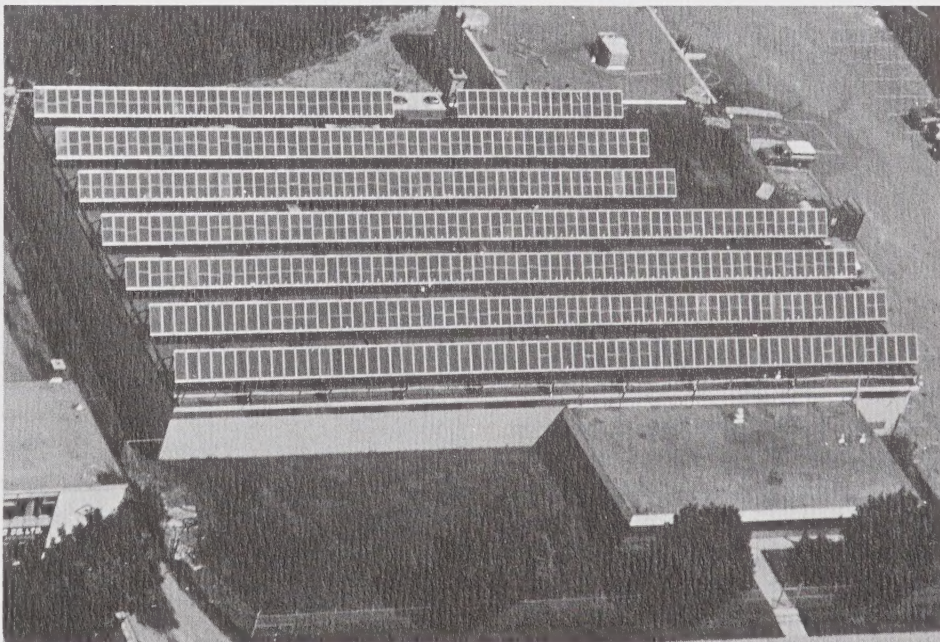
- During 1979, Petro-Sun was commissioned to install 420 Thermo Solar® high efficiency collectors to provide up to 70% of the process water requirements of the Etco Photo Limited plant in Montreal, Quebec. This system is ranked as one of the largest solar industrial applications in North America.
- The Company was awarded a \$370,000 development contract from the Federal Government under the Program to Assist Solar Equipment Manufacturers (P.A.S.E.M.). The objective of this program is to establish a stable solar industry in Canada.
- In Egypt, the Company was awarded a substantial contract by the Egyptian Electricity Authority for the export of more than 300



*Townhouses in Laval, Quebec. Both air and liquid-cooled Thermo Solar® collectors are used to provide energy required for space and domestic heating.*

solar hot water systems. A new contract for 1,000 solar heaters is currently under negotiation.

- In France, Petro-Sun awarded an exclusive licence for the marketing of its low temperature solar collectors to Sogen S.A., one of the leading solar organizations in Europe.





## Corporate

It is Petro-Sun's belief that motivated employees are a Company's greatest asset and that the success of our Corporation depends on management's capabilities to motivate their employees to greater productivity. In addition to its head office location in Toronto, Ontario the Thermo Solar Division of Petro-Sun Inc. has

- a modern manufacturing, engineering and research facility featuring Petro-Sun's complete line of solar products in Montreal, Quebec,
- an engineering, distribution and marketing office in Mississauga, Ontario headed by John T. Pappain, one of the leading solar marketing experts in Canada,
- recently acquired a 50% equity position in Solarplast Ltd. of London, Ontario, one of Canada's leading manufacturers in the low temperature solar collector field. The Company's products are designed primarily for solar heating of swimming pools, the fastest growing segment of the solar industry market,

as well as,

- a considerably expanded network of dealer/representatives in Canada, the United States, Europe, the Middle and Far East, whose responsibility lies in the provision of cost-reducing recommendations to engineers and architects on various solar projects.

## Research and Development

As one of Canada's pioneers in the solar energy industry, Petro-Sun Inc. is continuously expanding its base of research and development with the addition of highly experienced engineers. It is the Company's firm belief that a developing technological base is essential to the maintenance of its leadership position within the ever-expanding solar industry.

In December 1979, Petro-Sun Inc. completed two research contracts for the National Research Council resulting in the development of a very competitive Solar Domestic Hot Water Heater designed specifically for retrofit installations.

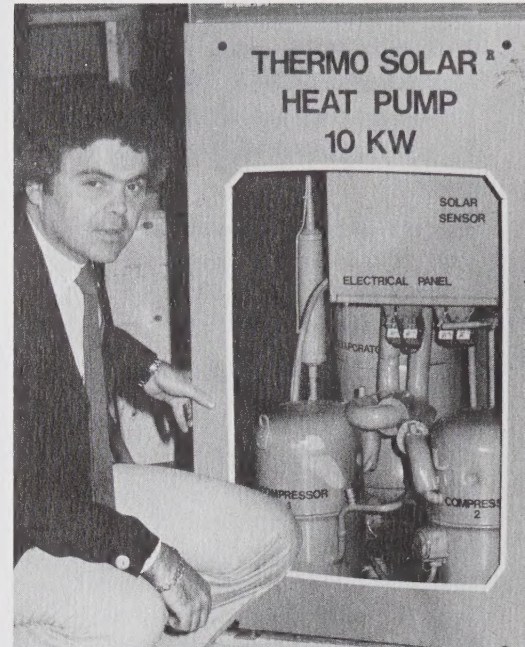
In the latter part of 1979, the Company introduced a computer-assisted design service which has proven invaluable to professional engineers and architects. This service includes hour-by-hour computer simulations of collector performance, system sizing and hydraulics, and return on investment analysis for different geographic locations and various collector parameters.

Through applied research, good customer relations and optimized production efficiency, we are confident that we will further increase our market share by capitalizing on the demand of our society to achieve energy self-sufficiency.

*Top: Specially designed Thermo Solar® Heat Pump in final stage of approval.*

*Middle: Testing of new "Drain Back" solar domestic hot water system being carried out in simulator room.*

*Bottom: Solar design and computer simulation by Petro-Sun's experienced engineering personnel.*





## Products

Petro-Sun Inc. manufactures both liquid-cooled and air-cooled flat-plate solar collectors and packaged solar domestic water heaters suitable for both new and retrofit installations.

The Company's flat-plate collector module, using an exclusive black chrome selective surface, has been developed for solar systems requiring high thermal efficiency, long term performance and minimum installed cost per BTU delivered. Some of its uses, among others, include domestic and process water heating, space heating, space cooling and swimming pool heating. This module, unique in that it is an internal manifolding and side/side connection arrangement, maximizes the number of collectors

that can be installed on any designed structure and conforms to specific design requirements of commercial and institutional solar collector arrays.

More recently, the Company developed a new solar-assisted heat pump which, because of its characteristics, is considered a breakthrough in solar space heating and cooling.

In the area of greenhouse solar applications, Petro-Sun has an exclusive agreement for the distribution and manufacture of the Sunstock® system. This equipment consists of low temperature plastic sleeves capable of transporting medium-temperature 10° C to 40° C water across the soil within a greenhouse, thus raising or decreasing the temperature of soil and surrounding air.

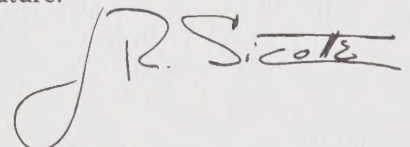
## Outlook

Petro-Sun Inc., through its Thermo Solar Division, currently maintains a significant market share in the fast expanding solar industry. At the present rate of growth, we expect sales for solar collectors to increase significantly in 1980. This anticipated increase is substantiated by sales and indicated orders for solar equipment which, at the time of writing, exceeds \$720,000.

The Company is generating sales activity as a result of the Federal Government's Program for the Purchase and Use of Solar Heating (P.U.S.H.). The objective of this program is to provide, through a \$125 million budget for the purchase of solar equipment for federal buildings, a guaranteed initial market for the Canadian solar energy industry.

The Management and Board of Directors of Petro-Sun Inc. are continuously seeking new ways to explore the future through applications research, new product development and creative dynamic marketing concepts, with emphasis on expanding the Company's market penetration in the United States and abroad.

We are confident that solar can provide the power for a wide range of applications in that it is an environmentally and aesthetically superior alternative energy destined to play a much larger role in meeting the ever-increasing energy demands of the future.

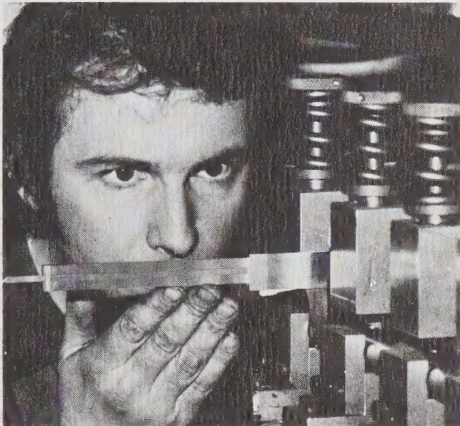


Jacques R. Sicotte  
President  
General Manager, Thermo Solar Division

*Top Left: Final adjustment of multiple dye-stamp before chain production run.*

*Top Right: Special solar sensitive tempered glass being applied to the Thermo Solar® collectors.*

*Bottom: Petro-Sun's manufacturing plant.*





As at December 31, 1979

December 31,  
1979

ASSETS

Current assets	
Cash and short-term deposits	\$ 352,922
Marketable securities, at cost	
(quoted market value \$592,388)	337,356
Accounts receivable	315,150
Inventories (Note 3)	154,726
Prepaid expenses	5,221
	<u>1,165,375</u>
Property and equipment	
Oil and gas interests (Note 4)	163,919
Fixed assets (Note 5)	24,780
Other assets	
Development costs	60,326
Franchise rights	16,257
	<u>\$1,430,657</u>

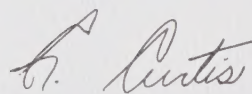
LIABILITIES

Current liabilities	
Accounts payable and accrued liabilities	\$ 236,133

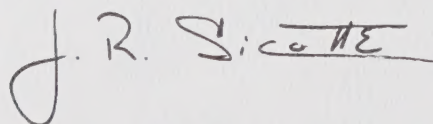
SHAREHOLDERS' EQUITY

Capital stock	
Authorized	
10,000,000 common shares without par value	
Issued	
3,259,860 common shares (Note 1)	1,644,339
Deficit	(449,815)
	<u>1,194,524</u>
	<u>\$1,430,657</u>

On behalf of the Board



G.M. Curtis, Director



J.R. Sicotte, Director



## STATEMENT OF INCOME

## PETRO-SUN INC.

	For the period from October 2 to December 31, 1979	Pro-forma (Note 11)	
		For the year ended December 31, 1979	For the year ended December 31, 1978
Sales and other operating revenues	\$ 92,638	\$950,490	\$705,323
Cost of sales	22,370	651,839	428,868
	70,268	298,651	276,455
Other income			
Interest	11,013	26,618	27,250
Dividends	—	2,280	5,820
Gain on sale of marketable securities and other income	—	10,832	14,763
	81,281	338,381	324,288
Expenses			
Selling	40,840	115,384	118,486
Administrative	95,560	264,751	196,865
Interest and bank charges	1,188	11,594	24,504
Depreciation and amortization	6,141	24,089	7,469
	143,729	415,818	347,324
Loss before undernoted items	62,448	77,437	23,036
Write-off of mining properties and rights and deferred mining exploration and development expenditures (Note 6)	774,109	779,464	—
Income taxes deferred	(26,300)	(29,717)	3,417
Net loss	\$810,257	\$827,184	\$ 26,453
Net loss per share	\$0.25	\$0.25	\$ —

## STATEMENT OF DEFICIT

	For the period from October 2 to December 31, 1979
Retained earnings as at October 2	\$360,442
Net loss	(810,257)
Deficit as at December 31	(\$449,815)



# STATEMENT OF CHANGES IN FINANCIAL POSITION

		For the period from October 2 to December 31, 1979
Application of funds		
Net loss		\$ 810,257
Charges (credit) not affecting working capital		
Depreciation and amortization	\$ 6,141	
Deferred income taxes	(26,300)	
Write-off of mining properties and rights and deferred mining exploration and development expenditures	774,109	753,950
		56,307
Investment in fixed assets		7,179
Due to shareholders		6,890
Investment in oil and gas interests		31,062
Decrease in working capital		101,438
Working capital as at October 2		1,030,680
Working capital as at December 31		\$ 929,242

## AUDITORS' REPORT

To the Shareholders  
Petro-Sun Inc.

We have examined the balance sheet of Petro-Sun Inc. (Note 1) as at December 31, 1979 and the statements of income and deficit and changes in financial position for the period from October 2, 1979 to December 31, 1979. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the company as at December 31, 1979 and the results of its operations and the changes in its financial position for the period then ended in accordance with generally accepted accounting principles.

*Touche Ross & Co.*

Montreal, Quebec  
April 17, 1980

Touche Ross & Co.  
Chartered Accountants



December 31, 1979

**1. Amalgamation**

On October 2, 1979, Thermo Solar Inc. and Quebec Manitou Mines Limited amalgamated under the provisions of The Business Corporations Act (Ontario) and continued as one corporation under the name of Petro-Sun Inc. The shareholders of Thermo Solar Inc. received one share of Petro-Sun Inc. for each share they held in Thermo Solar Inc. for a total of 2,468,360 shares. The shareholders of Quebec Manitou Mines Limited received one share for each four shares they held in Quebec Manitou Mines Limited for a total of 791,500 shares.

The 1,200,000 shares of Quebec Manitou Mines Limited held by Thermo Solar Inc. were cancelled upon the amalgamation without repayment of capital.

The net assets brought into amalgamation were as follows :

	Thermo Solar Inc.	Quebec Manitou Mines Limited	Petro-Sun Inc.
Total assets, at book value	\$1,327,129	\$1,346,045	\$2,673,174
Total liabilities, at book value	311,442	56,951	368,393
	<u>\$1,015,687</u>	<u>\$1,289,094</u>	<u>2,304,781</u>
Cancellation of Quebec Manitou Mines Limited shares held by Thermo Solar Inc., at book value			300,000
Net assets			<u>\$2,004,781</u>

**2. Significant Accounting Policies**
**a) Inventories**

Inventories are stated at the lower of cost and net realizable value.

**b) Oil and Gas Operations**

The company follows the full cost method of accounting for oil and gas properties whereby all costs relating to the exploration for and development of such properties are capitalized. Such costs include land and lease acquisition costs, geological and geophysical expenses, carrying charges and costs of drilling. If a project is developed, the related accumulated costs are amortized against future income from the project. If a project is discontinued, the accumulated costs are written off to income in the year the project is discontinued.

**c) Fixed Assets**

Fixed assets are stated at cost net of depreciation which is calculated based on the estimated useful life of each asset using the diminishing balance method.

**d) Development Costs**

Development costs are amortized on a straight-line basis over five years.

**e) Franchise Rights**

The franchise rights represent the initial payment under a licensing agreement for the exclusive rights to manufacture and use in Canada solar collectors and other apparatus in the field of the agreement. It is amortized over the term of the agreement on a straight-line basis.

**f) Income Taxes**

The company provides for its income taxes on the tax allocation basis.

**3. Inventories**

Land for resale	\$ 5,608
Solar inventory	147,181
Work-in-progress	1,937
	<u>\$154,726</u>



**4. Oil and Gas Interests**

Oil and gas interests represent participations at varying rates in the exploration for and development of oil and gas properties.

**5. Fixed Assets**

	Cost	Accumulated depreciation	Net
Machinery and equipment	\$15,580	\$ 779	\$14,801
Office furniture and fixtures	5,395	2,190	3,205
Rolling stock	7,929	3,666	4,263
Leasehold improvements	3,305	794	2,511
	<u>\$32,209</u>	<u>\$7,429</u>	<u>\$24,780</u>

**6. Mining Properties and Rights**

Expenditures incurred in prior years relating to the acquisition of mining properties and rights and to deferred mining exploration and development expenditures in the amount of \$774,109 were written off against income as it is management's opinion that no revenue will result from these expenditures.

**7. Potential Tax Benefits**

The company has non-capital losses of \$301,024 and deferred exploration and development expenditures of \$186,568 available to reduce future taxable income.

The non-capital losses expire as follows :

December 31, 1980	\$ 17,474
December 31, 1982	147,580
December 31, 1983	78,576
December 31, 1984	57,394
	<u>\$301,024</u>

Deferred exploration and development expenditures of \$155,506 have no expiry dates and are available to reduce future resource taxable income from the oil and gas and mining properties of the company owned at October 2, 1979.

These potential tax benefits are not recorded in the accounts.

**8. Commitments**

The company is committed under the franchise licensing agreement to minimum royalty payments of \$85,000 U.S. for the period January 1, 1980 to February 28, 1984.

**9. Contingencies**

As at December 31, 1979 the company had outstanding letters of guarantee for a total of \$26,762. Subsequent to the year end the company issued additional letters of guarantee for a total of \$80,287.

**10. Statutory Information**

Directors and Officers	Number	Remuneration
Directors	7	Nil
Officers	3	\$ 13,750

The three officers were also directors.

**11. Pro-forma Statement of Income**

The pro-forma statement of income for the years ended December 31, 1979 and December 31, 1978 present the results of operations of Thermo Solar Inc. and Quebec Manitou Mines Limited as if the two companies had been amalgamated on January 1, 1978.



# CORPORATE DATA

## DIRECTORS

**Vincent Cherry**  
*Delray, Florida (U.S.A.)*  
Lawyer

**Gerald M. Curtis**  
*Hampstead, Québec (Canada)*  
President, Magnetics International Ltd.  
Chairman and Chief Executive Officer,  
Petro-Sun Inc.

**Ned Goodman**  
*Toronto, Ontario (Canada)*  
Vice-President, Beutel Goodman &  
Company Limited

**Hubert J. Mockler**  
*Toronto, Ontario (Canada)*  
President, Sonor Corporation Ltd.  
Vice-President, Petroleum  
Petro-Sun Inc.

**Stephen R. Sharpe**  
*Toronto, Ontario (Canada)*  
Director and Vice-President, Walwyn  
Stodgell Cochran Murray Ltd.

**Jacques R. Sicotte**  
*Ville Lorraine, Québec (Canada)*  
President, Petro-Sun Inc.

**Michel Sicotte**  
*Ville Lorraine, Québec (Canada)*  
Vice-President, Marketing  
Petro-Sun Inc.

## OFFICERS

**Gerald M. Curtis**, B. Comm., C.A.  
*Chairman and Chief Executive Officer*

**Jacques R. Sicotte**, P. Eng., M. Sc.  
*President*  
*General Manager, Thermo Solar Division*

**Hubert J. Mockler**, B. Sc.  
*Vice-President, Petroleum Division*  
*Secretary*

**Pierre Letourneau**, C.G.A.  
*Vice-President, Finance & Operations*

**Michel Sicotte**, B. Comm.  
*Vice-President, Marketing*

**Raymond Bourgeois**, B. Arch.  
*Vice-President, Production*

## OFFICES

**Head Office**  
Suite 2314  
401 Bay Street  
Toronto, Ontario  
M5H 2Y4  
(416) 868-0500

## DIVISIONS

**Petroleum Division**  
Suite 2314  
401 Bay Street  
Toronto, Ontario  
M5H 2Y4  
(416) 868-0500

**Thermo Solar Division**  
Manufacturing, Engineering & Research  
2915 Pitfield Blvd.  
St. Laurent, Quebec  
H4S 1L6  
(514) 337-2264  
Telex 05 25686

Engineering & Distribution  
5035 Timberlea Blvd.  
Mississauga, Ontario  
L4Y 2N5  
(416) 624-5591

## Affiliates

Solarplast Ltd.  
*(Low Temperature Collectors)*  
1045 Hargrieve Road  
London, Ontario  
N6E 1P6  
(519) 685-1480

## REGISTRAR & TRANSFER AGENT

Canada Permanent Trust Company

## PRINCIPAL BANKERS

Royal Bank of Canada

## LEGAL COUNSEL

Smith Lyons Torrance Stevenson  
& Mayer

## AUDITORS

Touche Ross & Co.

## STOCK EXCHANGE LISTINGS

The Toronto Stock Exchange  
The Montreal Stock Exchange  
Symbol: PTS

---

The Annual Meeting will be held at  
4:00 p.m., June 17, 1980, in the  
Toronto Room of Hotel Toronto,  
Toronto, Ontario.

---



